LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **JULY 18, 2006**, upon the application of **EMPRESA ENERGY**, **L.P.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Pettet Formation**, **Reservoir A**; **the Hosston Formation**, **Reservoir A**; **and the Cotton Valley Formation**, **Reservoir A**, in the Caspiana Field, Caddo and DeSoto Parishes, Louisiana.

- 1. To create ten (10) additional drilling and production units for the exploration for and production of gas and condensate from the Pettet Formation, Reservoir A.
- 2. To create ten (10) additional drilling and production units for the exploration for and production of gas and condensate from the Hosston Formation, Reservoir A.
- 3. To create ten (10) additional drilling and production units for the exploration for and production of gas and condensate from the Cotton Valley Formation, Reservoir A.
- 4. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed additional units in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950, with each tract sharing in unit production on a surface acreage basis of participation.
- 5. To designate a unit operator of, and unit wells for, the proposed additional units as may be appropriate.
- 6. To extend to the additional units proposed herein for the Hosston Formation, Reservoir A, and for the Cotton Valley Formation, Reservoir A, the provisions of Office of Conservation Order No. 191-A-28 and Order No. 191-B-19, both effective July 30, 1996, relating to downhole combination, and to expand such provisions to include the Pettet Formation, Reservoir A, underlying the additional units proposed herein for such formation.
- 7. To extend to the additional units proposed herein for the Hosston Formation, Reservoir A, and for the Cotton Valley Formation, Reservoir A, the provisions of Office of Conservation Order No. 191-B-15 and Order No. 191-A-22, both effective June 18, 1996, relating to establishment of unit allowables, and to expand such provisions to include the Pettet Formation, Reservoir A, underlying the additional units proposed herein for such formation.
- 8. To redefine the Pettet Formation, Reservoir A, in the Caspiana Field, INSOFAR AND ONLY INSOFAR as to the ten (10) additional units proposed herein for the Pettet Formation, Reservoir A, as being that gas and condensate bearing zone encountered between the measured depths of 5,886 feet and 6,380 feet in the Rising Star Energy, L.L.C. Clingman 1 No. 1 Well, located in Section 1, Township 15 North, Range 15 West, Caddo Parish, Louisiana.
- 9. To redefine the Hosston Formation, Reservoir A, in the Caspiana Field, INSOFAR AND ONLY INSOFAR as to the ten (10) additional units proposed herein for the Hosston Formation, Reservoir A, as being that gas and condensate bearing zone encountered between the measured depths of 6,380 feet and 8,770 feet in the Rising Star Energy, L.L.C. Clingman 1 No. 1 Well, located in Section 1, Township 15 North, Range 15 West, Caddo Parish, Louisiana.

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- 10. To redefine the Cotton Valley Formation, Reservoir A, in the Caspiana Field, INSOFAR AND ONLY INSOFAR as to the ten (10) additional units proposed herein for the Cotton Valley Formation, Reservoir A, as being that gas and condensate bearing zone encountered between the measured depths of 8,770 feet and 10,330 feet in the Rising Star Energy, L.L.C. Clingman 1 No. 1 Well, located in Section 1, Township 15 North, Range 15 West, Caddo Parish, Louisiana.
- 11. To extend, except as in conflict herewith, the provisions of the Office of Conservation Order No. 191-C Series of Orders, and all applicable Statewide Orders, to the proposed additional units for the Pettet Formation, Reservoir A.
- 12. To extend, except as in conflict herewith, the provisions of the Office of Conservation Order No. 191-B Series of Orders, and all applicable Statewide Orders, to the proposed additional units for the Hosston Formation, Reservoir A.
- 13. To extend, except as in conflict herewith, the provisions of the Office of Conservation Order No. 191-A Series of Orders, and all applicable Statewide Orders, to the proposed additional units for the Cotton Valley Formation, Reservoir A.
- 14. To consider such other matters as may be pertinent.

The Pettet Formation, Reservoir A, is currently defined in Office of Conservation Order No. 191-C, effective April 13, 1976.

The Hosston Formation, Reservoir A, is currently defined in Office of Conservation Order No. 191-B, effective April 15, 1975.

The Cotton Valley Formation, Reservoir A, is currently defined in Office of Conservation Order No. 191-A, effective February 15, 1975.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, La 6/8/06;6/13/06 S dnp

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.